

Water and Sewer Operating Fund
For the period ended March 31, 2004
(amounts expressed in thousands)

		FY2004				
	FY2003 CAFR	Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Water Sales	\$ 267,125	\$ 275,057	\$ 275,057	\$ 200,060	\$ 269,057	\$ 269,057
Sewer Sales	264,159	272,618	272,618	194,010	265,618	265,618
Penalties	4,036	3,741	3,741	3,261	3,741	3,741
Other	3,997	2,758	2,758	3,398	4,085	4,085
Total Operating Revenues	<u>539,317</u>	<u>554,174</u>	<u>554,174</u>	<u>400,729</u>	<u>542,501</u>	<u>542,501</u>
Operating Expenses						
Personnel	112,510	116,360	116,360	86,345	115,723	115,723
Supplies	21,824	24,508	24,508	18,521	24,508	24,508
Service Contracts & Utilities	113,563	124,091	124,091	72,503	122,300	122,300
Uncollectibles	0	1,000	1,000	0	1,000	1,000
Total Operating Expenses	<u>247,897</u>	<u>265,959</u>	<u>265,959</u>	<u>177,369</u>	<u>263,531</u>	<u>263,531</u>
Operating Income (Loss)	<u>291,420</u>	<u>288,215</u>	<u>288,215</u>	<u>223,360</u>	<u>278,970</u>	<u>278,970</u>
Nonoperating Revenues (Expenses)						
Interest Income	20,736	14,653	14,653	10,729	14,653	14,653
Sale of Property, Mains and Scrap	1,048	1,464	1,464	392	1,464	1,464
Other	8,790	20,118	20,118	65,241	67,992	67,992
CWA & TRA Contracts (P & I)	(30,934)	(32,701)	(32,701)	(31,412)	(32,701)	(32,701)
Total Nonoperating Rev (Exp)	<u>(360)</u>	<u>3,534</u>	<u>3,534</u>	<u>44,950</u>	<u>51,408</u>	<u>51,408</u>
Income (Loss) Before Operating Transfers	<u>291,060</u>	<u>291,749</u>	<u>291,749</u>	<u>268,310</u>	<u>330,378</u>	<u>330,378</u>
Operating Transfers						
Debt Service Principal	50,335	67,488	67,488	40,896	67,488	67,488
Debt Service Interest	155,344	150,854	150,854	132,208	171,291	171,291
Discretionary Debt	23,811	30,021	30,021	29,572	30,021	30,021
Equipment Acquisition	14,976	16,688	16,688	8,145	16,688	16,688
Renewal and Replacement*	0	26,698	26,698	0	34,790	34,790
Accumulated Unexpended (ALP)	10,000	0	0	0	0	0
Transfer for Street and Drainage	25,462	0	0	0	10,100	10,100
Total Operating Transfers	<u>279,928</u>	<u>291,749</u>	<u>291,749</u>	<u>210,821</u>	<u>330,378</u>	<u>330,378</u>
Net Current Activity						
Operating Fund Only	\$ <u>11,132</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>57,489</u>	\$ <u>0</u>	\$ <u>0</u>

*Please refer to Page 32 for the current status of the Renewal and Replacement Fund No. 751.

About the Fund:

Public Utilities - Water and Sewer is an enterprise fund which accounts for operation of the City's water and wastewater facilities. The fund provides for the operation of the City's treated and untreated water, as well as, receive and process wastewater generated in a service area that includes the City, certain municipalities and unincorporated communities in the Houston metropolitan area. Some of the City's largest customers are other cities and water authorities which supply water to their own customers.